#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT )
OF JESSAMINE-SOUTH ELKHORN ) CASE NO. 2001-021
WATER DISTRICT )

## ORDER

On January 18, 2001, Jessamine-South Elkhorn Water District ("Jessamine") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Jessamine purchases its water from two suppliers, Kentucky-American Water Company ("Kentucky-American") and the city of Nicholasville ("Nicholasville").
- 2. Kentucky-American increased the wholesale water rate charged to Jessamine from \$1.79261 per 1,000 gallons to \$1.96602 per 1,000 gallons purchased, effective November 29, 2000. Nicholasville did not increase its rates.
- 3. During the 12 months ending November 30, 2000, Jessamine purchased a total of 198,239,870 gallons of water and sold 173,234,760 gallons.
- 4. The increase in the cost of purchased water will be \$32,806.61, resulting in a purchased water adjustment of \$0.19 per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a Jessamine customer would increase \$0.95 from \$35.45 to \$36.40 or 2.7 percent.

5. The calculations and tariff provided by Jessamine are correct and should

be approved.

6. The purchased water adjustment of \$0.19 per 1,000 gallons and the rates

in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable

and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.19 per 1,000 gallons and the rates

in Appendix A are approved for services rendered on and after December 9, 2000.

2. The tariff submitted by Jessamine is hereby approved as filed.

3. Within 20 days from the effective date of this Order, Jessamine shall file a

copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 19<sup>th</sup> day of February, 2001.

By the Commission

ATTEST:

Executive Director

## APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2001-021 DATED FEBRUARY 19, 2001

The following rates and charges are prescribed for the customers in the area served by Jessamine-South Elkhorn Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

# **Monthly Water Rates**

3/ 4 Inch and 5/8 Inch Meters		
First 2,000 gallons	\$ 21.38	Minimum bill
Next 2,000 gallons	5.04	per 1,000 gallons
Next 2,000 gallons	4.94	per 1,000 gallons
Next 10,000 gallons	4.84	per 1,000 gallons
Next 8,000 gallons	4.74	per 1,000 gallons
Over 24,000 gallons	4.64	per 1,000 gallons
1 Inch Meters		
First 10,000 gallons	\$ 60.70	Minimum bill
Next 6,000 gallons	4.84	per 1,000 gallons
Next 8,000 gallons	4.74	per 1,000 gallons
Over 24,000 gallons	4.64	per 1,000 gallons
2 Inch Meters		
First 24,000 gallons	\$127.66	Minimum bill
Over 24,000 gallons	4.64	per 1,000 gallons